



**AUDIT REPORT  
ON  
THE ACCOUNTS OF  
LOCAL GOVERNMENTS  
DISTRICT TANK**

**AUDIT YEAR 2020-21**

**AUDITOR GENERAL OF PAKISTAN**

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## ABBREVIATIONS AND ACRONYMS

AIR	Audit and Inspection Report
APPM	Accounting Policies and Procedures Manual
AG	Accountant General
BHUs	Basic Health Units
BISE	Board of Intermediate & Secondary Education
CPWA Code	Central Public Works Accounts Code
DAC	Departmental Accounts Committee
DAC	District Accounts Committee
DDC	Departmental Development Committee
DG	Director General
DEO	District Education Officer
DHO	District Health Officer
DO	District Officer
DPS	District Performance Scorecard
DRAP	Drug Regularity Authority of Pakistan
GFR	General Financial Rules
E& SE	Elementary & Secondary Education
FTR	Federal Treasury Rules
KPIs	Key Performance Indicators
KPPPRA	Khyber Pakhtunkhwa Public Procurement Rules Authority
LCB	Local Council Board
LGE & RDD	Local Government, Election & Rural Development Department
LGA	Local Government Act
MDGs	Millennium Development Goals
MFDAC	Memorandum for Departmental Accounts Committee
PAC	Public Accounts Committee
PAO	Principal Accounting Officer
PTC	Parents Teachers Council
TMA	Tehsil Municipal Administration
TMO	Tehsil Municipal Officer
TAC	Tehsil Accounts Committee
TS	Technical Sanction

## **Preface**

Articles 169 and 170 of the Constitution of the Islamic Republic of Pakistan, 1973 read with Sections-8 and 12 of the Auditor General's (Functions, Powers and Terms and Conditions of Service) Ordinance, 2001 and Section-37 of Khyber Pakhtunkhwa Local Government Act 2013 require the Auditor General of Pakistan to conduct audit of the receipts and expenditure of Local Governments of each District of the Khyber Pakhtunkhwa.

The report is based on audit of the accounts of offices of District Government, Tehsil Municipal Administrations, Assistant Director Local Government, Elections and Rural Development Department, in District Tank for the financial year 2019-20. The Director General of Audit, District Governments, Khyber Pakhtunkhwa conducted audit during 2020-21 on test check basis with a view to report significant findings to the relevant stakeholders. The main body of the audit report includes systemic issues and significant audit findings. Relatively less significant issues are listed in Annex-1 of the Audit Report. The audit observations listed in Annex-1 shall be pursued with the Principal Accounting Officers at the DAC level. In all cases where Principal Accounting Officers do not initiate appropriate action, the audit observations will be brought to the notice of appropriate forum through the next year's Audit Report.

Audit findings indicate the need for adherence to the regularity framework besides instituting and strengthening internal controls to avoid recurrence of similar violations and irregularities.

Some of the observations included in this report were finalized in the light of written replies of the departments whereas in most of the cases the departments did not submit written replies till finalization of this report. DAC meeting were also not convened despite reminders.

The Audit Report is submitted to the Governor, Khyber Pakhtunkhwa in pursuance of Article 171 of the Constitution of the Islamic Republic of Pakistan, 1973 read with Section 37 of Khyber Pakhtunkhwa Local Government Act, 2013, (amended in 2019) for laying before the appropriate legislative forum.

Islamabad  
Dated:

**(Javaid Jehangir)**  
**Auditor General of Pakistan**

## EXECUTIVE SUMMARY

The Directorate General Audit District Governments, Khyber Pakhtunkhwa carries out the audit of Local Governments in 35 districts of Khyber Pakhtunkhwa. Regional Directorate of Audit (RDA) D.I.Khan on behalf of the DG Audit District Government, Khyber Pakhtunkhwa carried out the audit of audit of Local Government of two districts namely D.I.Khan and Tank.

This office is mandated to conduct regularity audit (financial attest audit and compliance with authority audit), performance audit and special studies.

Local Governments of District Tank consist of three tiers which perform their operations under Khyber Pakhtunkhwa Local Government Act 2013. Financial provisions of the Act describe the Local Consolidated Fund and Public Account for which annual Budget Statement is approved by the respective councils in the form of budgetary grants. Top Tier- the District Government comprises one Principal Accounting Officer (PAO) i.e. Deputy Commissioner for the District Government, who is officer in charge (Administrator) of 33 devolved departments including Assistant Director Local Government Election & Rural Development Department (AD LGE & RDD. The second Tier- Town/Tehsil Municipal Administrations have one PAO i.e. Town/Tehsil Municipal Officer (Administrator) for each administration. There are Two Tehsil administrations in district Tank. The third Tier-village and neighborhood Councils have AD LGE & RDD as Principal Accounting Officer (Administrator) for these councils. There are 21 VCs/NCs in district.

### **a. Scope of audit**

This office is mandated to conduct audit of 33 formations working under 03 PAOs. Total expenditure and receipts<sup>1</sup> of these formations were Rs. 3193.044million and Rs. 24.45 million, respectively for the financial year 2019-20.

Audit coverage relating to expenditure for the current audit year comprises 10 formations of 03 PAOs having a total expenditure of Rs. 676.89

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<sup>1</sup> District Government has no receipt

million for the financial year 2019-20. In terms of percentage, the audit coverage for expenditure is 21.19 % of auditable expenditure.

Audit coverage relating to receipt for the current audit year comprises information of 01 PAO(01 TMA) having a total receipt of Rs. 24.45 million for the financial year 2019-20. In terms of percentage, the audit coverage for receipt is 100% of auditable receipt.

In addition to this compliance audit report, Directorate of District Audit conducted Financial Attest audits, Performance Audits and special Studies for which reports are being published separately.

**b. Recoveries at the Instance of Audit**

As a result of audit, a recovery of Rs 6.607 million was pointed out in this report. No recovery was affected till finalization of this report.

**c. Audit Methodology**

Audit was conducted according to INTOSAI guidelines for compliance audit and Financial Audit Manual of AGP.

Audit procedure employed to obtain evidence were inspections, analytical procedures, observations and computations.

**d. Audit Impact**

As result of Audit no substantial impact was noticed as the management did not convene the DAC meeting. The departments failed to implement corrective measures in shape of financial management and to establish effective internal control system. Therefore irregularities noticed during the current audit were of identical nature as pointed out during the preceding years.

**e. Comments on Internal Control**

Internal control is designed to address risks and to provide reasonable assurance that, pursuit of entity's mission, its objectives are being achieved.

Comments on the five components of internal control are given below.

The organizational structure followed in the local Government Offices was according to the LGA 2013.

No activity i.e. risks identification, risk evaluation and appropriate responses were carried out in the local government.

Accounts were not reconciled with the DAO by TMAs. No review was carried out of the performances.

Internal and external communications followed Government instructions. However, TMAs did not follow the accounting procedure given in the APPM.

No system of monitoring was found to track the progress of District Government towards its objectives. No internal Auditor was appointed. Annual Review of internal control was also not carried out

**f. Key audit findings of the report**

- i. Non compilation of accounts was noticed in one case amounting to Rs 21.98 million<sup>2</sup>
- ii. Unauthorized payments to DDO instead of crossed cheques to vendors Rs. 316.548 million<sup>3</sup>
- iii. Unverified payments on account of arrears of pay and allowances- Rs 41.284 million<sup>4</sup>
- iv. Irregularities were noticed in three cases amounting to Rs 14.048 million<sup>5</sup>
- v. Value for money and service delivery issue were noticed in three cases amounting to Rs 20.5 million<sup>6</sup>
- vi. Others, including cases of accidents, negligence etc were noticed in three cases amounting to Rs 77.704 million<sup>7</sup>

Minor irregularities/ internal control weakness pointed out during the audit are being perused separately with the authorities concerned, as detailed in Annex-1.

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<sup>2</sup> Para 1.2.1

<sup>3</sup> Para 1.2.2

<sup>4</sup> Para 1.2.3

<sup>5</sup> Para 2.5.1.1 to 2.5.1.2 and 3.5.1.1

<sup>6</sup> Para 2.5.2.1 to 2.5.2.2 and 3.5.2.1

<sup>7</sup> Para 3.5.3.1 and 4.5.1.1 to 4.5.1.2

**g. Recommendations**

- i. TMAs accounts need to be consolidated at DAO.
- ii. Departments need to strengthen internal controls i.e. financial, managerial, operational, administrative and accounting controls etc. to ensure that lapses of the kind reported in this audit report are preempted and fair value for money is obtained from public spending.
- iii. Strenuous efforts need to be made by the departments to recover outstanding dues on account of rent of shops, revenue contracts and income tax.
- iv. Departments need to implement all the components of internal control for ensuring effective and efficient utilization of public money.



# CHAPTER-1

## Public Financial Management

### 1.1 Sectoral Analysis

#### Introduction

After promulgation of Local Government Act, 2013, Local Government elections were held in 2015, which resulted in formation of three tiers of government in each district of Khyber Pakhtunkhwa. On the expiration of tenure of the district councils, tehsil councils and village and neighborhood councils in the province, Local Government, Election and Rural Development department in its notification dated 4<sup>th</sup> September, 2019 authorized the DCs, TMOs and Assistant Directors Local Government and Rural Development Department to perform functions of respective Nazameen under local Government Act 2013, till formation of new elected local Government.

In the light of LGE&RDD's notification dated 4<sup>th</sup> September, 2019 District Tank is headed by Deputy Commissioner who is Principal Accounting Officer of the budget grant allocated to the 10 offices devolved at district level. Similarly, Tehsil Municipal Administration is headed by Tehsil Municipal Officer who is the Principal Accounting Officer for the Tehsil Municipal Administration whereas Assistant Director LGE&RDD is the Principal Accounting Officer for Village/Neighborhood Councils.

In District Tank, Funds amounting to Rs.3165.029 million were allocated to 33 formations working under 03 PAOs. Out of which, expenditure of Rs. 3193.044 million was made resulting into excess of Rs 28.013 million. Receipts of Rs. 24.45 million were collected through the formation (TMA Tank) during the financial year 2019-20. Audit coverage relating to expenditure for the current audit year comprises 10 formations of 03 PAOs having a total expenditure of Rs. 676.89 million for the financial year 2019-20. In terms of percentage, the audit coverage for expenditure is 21.19 % of auditable expenditure. Similarly, audit coverage for receipts is 100%.

According to Section 36(3) of Local Government Act 2013 (amendment) Act, 2019, the District Accounts Officer was required to consolidate accounts of

Local Government on quarterly and annual basis. However, District Accounts Officer, Tank did not reflect Rs40.194 million into the consolidated financial statement of Local Government, Tank. Similarly, the development expenditure of Rs. 118.593 million was presented under operating expenses, whereas, this should have been presented under the head “Physical Assets and Civil Works”.

District Government, Tank was found lagging behind in many areas envisioned as integral component of the Local Government in the Khyber Pakhtunkhwa Local Government Act 2013. The District Government could not establish & maintain Public Fund account as required under section 30 of LGA 2013. Similarly, it also failed to prepare, present and approve the budget estimates of receipts from district council for District Government, Tank as required under section 18 of LGA 2013. Most importantly, Finance Department, Khyber Pakhtunkhwa could not provide District Account Office, Tank with prescribed format and necessary trainings to compile the accounts of TMAs and Village/Neighborhood councils and then reflect the same in the consolidated financial statement of the district, which resulted in disclaimer of its accounts by the Auditor General of Pakistan. Moreover, Internal Audit function could not be established as provided in sub section 4 of section 37 of LGA 2013, as internal auditors were not posted in the District and Tehsil Councils. In addition, Asset management by District Government was yet another area it could not address as required under section 38 of the LGA 2013.

The Local government provided services in the following sectors.

### **Education**

The Education sector is one of the major sectors in district Tank like other districts. Statistics show that there are 421 primary, 27 middle, 25 secondary and 09 higher secondary schools in District Tank. The estimated Teacher Student Ratio is 1:56 at primary, 1:74 at middle, 1:45 at secondary and 1:44 at the level of higher secondary schools. District Tank literacy rate is 39%, the Gross Enrollment Rate (GER) is 47 %, and the Net Enrollment Rate (NER) is 47 % at the primary level. On budgetary front, District Education office, Tank succeeded in spending 85.03 % of the District ADP and 93.40 % non-salary budgets.

District Education Offices in Tank enrolled 70,452 in boys schools while 50,654 students were enrolled in female Government schools. Similarly, annual

average of teacher's attendance rate and student attendance rate as per independent Monitoring Unit (IMU) data were approximately 93% & 88% respectively. Furthermore, 71% schools in district Tank were provided with all basic facilities like classrooms, water supply, group latrine, boundary walls and electrification. However, administrative visits of DEO, DDEO and SDEO were 56 %.

### **Health**

Health is another important sector of District Tank with a total of 31 health facilities spread across the district, among which 03 are urban while the rest are rural based. Their further break-up is 17 BHUs, 7 CDs, 4 HOSP and 03 RHC with the total catchment area population of approximately 6.521 million as per survey carried out by Health department in 2016.

On mother and child health care front, 4,542 babies were born in health facilities. Out of them 31 deaths were recorded. Lab investigations and diagnostic facilities were also fully utilized as 89,524 lab tests, 52,745 X-rays, 21,547 ultrasounds and 11,258 ECGs were done in both primary and secondary health facilities in district Tank. Figures of immunization from EPI register are also very impressive as 24,563 pregnant women received TT-2 vaccines, 17,564 kids under 12 months received full immunization. 9,352 families were provided family planning services. Human resource data from facility records revealed that these health facilities were amply provided with medical officers and paramedics as only very few positions were found vacant. As these facilities were frequently visited by patients so they also generated good revenue from OPD services, indoor patient's treatment and other lab investigations etc.

### **Social Welfare**

In Social Welfare and Women Empowerment sector, budgetary allocations were focused on providing social cushion to the deprived and marginalized segments of society especially, women and children. In the proposed development plan, the department had continued to proceed with its ongoing projects which included schemes for the wellbeing and safeguarding of destitute women, orphans, beggars, drug addicts and special persons.

There were 03 DarulKafalas for beggars in district Tank with the objective to rehabilitate them by imparting vocational training. During last year, baggers had benefited from this facility. Rehabilitation center for drug addicts has 5 beds and it had treated 12 patients during the year. Furthermore, various vocational

and industrial trainings were provided by the Social Welfare Department. However, keeping in view the spread of drug use and incidence of poverty, the efforts made by Social Welfare office are not likely to bring about any visible improvement in the short or long run unless more resources are diverted to this sector.

### **Tehsil Municipal Administration**

Town Municipal Administrations, District Tank did not fulfill some primary requirements envisioned as essential component of Local Government in the Khyber Pakhtunkhwa Local Government Act, 2013. The Local Government could not establish & maintain Tehsil Public Fund Account as required under the section 30 of LGA. Similarly, Town Account Officers were not appointed in TMAs. The accounts of receipt and expenditure were also not maintained in such form as prescribed by Auditor General of Pakistan and required under section 36 of LGA. Financial Statements, Finance Account and Appropriation Accounts of the TMAs were not prepared accordingly. Most importantly, Finance Department, Khyber Pakhtunkhwa could not provide District Account Office, Tank with prescribed format and necessary trainings to compile the accounts of TMAs and then reflect the same in the consolidated financial statement of the district, which resulted in disclaimer of its accounts by the Auditor General of Pakistan. Moreover, Internal Audit function could not be established as provided in sub section 4 of section 37 of LGA 2013, as internal auditors were not posted in the TMAs to support the Council. In addition, Asset management by tehsil councils was yet another area it could not address as required under section 38 of the LGA 2013.

### **Assistant Director Local Government**

Assistant Director Local Government, Election and Rural Development Tank look after the affairs of 231 village/neighborhood councils. Assistant Director Local Government, Election and Rural Development Tank failed to implement Promoting plantation of trees, landscaping and beautification of public places, regulating grazing areas, establishing cattle ponds and providing protection against stray animals and Mobilizing community for maintaining streets, culverts, bridges and buildings.

## **1.2 AUDIT PARAS**

### **1.2.1 Non compilation/consolidation of accounts of Local Governments- Rs21.98 million**

According to section 36(3) of Local Government Act 2013, the District Accounts Officer shall, quarterly and annually consolidate the accounts of Local Governments in the district separately for receipts from the Government and local resources and send a copy to the Government, Accountant General and Nazim District Council.

During certification audit of the accounts of the DAO Tank for the financial year 2019-20, audit observed incompleteness and incorrect presentation of the financial statements as the DAO failed to consolidate into the quarterly and annual accounts of the district, the Government and local resources, as required under section-36(3) of the Local Government Act, 2013. Receipts and expenditure of Rs 21.98 million and Rs 26.816 million respectively, of the TMAs are not reflected in accounts.

Same is the case with the receipts and expenditure of the VCs/NCs, the figures of which were not available at the time of audit.

Provisions of the Local Government Act 2013 by Local Governments in District Tank were not complied.

Due to non-consolidation of accounts of TMAs and VCs/NCs the financial statements of local Government remained incomplete which led to disclaimer of audit opinion.

Necessary action needs to be taken for the consolidation of Local Government Accounts into District Accounts.

### **1.2.2 Unauthorized payments to DDOs instead of crossed cheques to vendors - Rs 316.548 million**

According to 2.3.2.8 of APPM, the accounting system shall improve controls to minimize the risk of fraud and corruption. This objective shall be addressed by issue of payment through direct bank transfer and cheques (to employees/ vender concerned) instead of payment through DDOs.

According to Finance Department Letter No: BO (W&M) /6-5/2019-20 dated 19/02/2020 states that in order to streamline the management in public account and observe fiscal discipline, it has been decided to stop forthwith all payments through open cheques or cash payments.

District Accounts Officer Tank, paid Rs 316,548,000 to various DDOs instead of issuance crossed cheques to Vender/Payees Accounts.

Unauthorized issuance of cheques to DDOs occurred due to weak internal control which leads to disclaimer of audit opinion.

The matter should be investigated and regularized by ensuring payments to the supplier/vendor instead of DDOs as per APPM.

### **1.2.3 Unverified payments on account of arrears of pay and allowances-Rs41.284million**

According to Para 296 of CTR read with Para 75(2) of KP City & District Govt. Budget Rules 2016, the controlling officer shall be responsible for seeing that the expenditure included in the bills, are of obvious necessity and are at fair and reasonable rates. Sanction and the requisite vouchers are all received and in order. The calculation is correct and the grants have not been exceeded over allotment.

During certification Audit of Tank for the year 2019-20 while analyzing HR data it was noticed that arrears of pay and allowances of Rs 41,284,000 was shown made which could not be verified.

Payments of arrears of pay and allowances without supporting documents led to unfair and un-true financial statements which lead to disclaimer of audit opinion.

Audit recommends inquiry into matter and action against the person(s) at fault.

## **CHAPTER-2**

### **District Government**

#### **2.1 Introduction:**

Under the Khyber Pakhtunkhwa Local Government Act 2013, activities of District Government are managed through offices of Deputy Commissioner and District Officers. Each department of the Districts is headed by a District Officer (DO). According to the Rules of Business of District Government 2015, work of the district departments is distributed among the officers, branches, and/or sections in the District departments. Deputy Commissioner is the Principal Accounting Officer for all the devolved departments of the district which includes District Officers Agriculture, Education, Health, Population Welfare, LGE & RDD, Sports, Animal Husbandry, Soil Conservation and Cooperative Society & Social Welfare.

According to section 13 of the Khyber Pakhtunkhwa Local Government Act 2013 the authority and responsibilities of the District Government have been given as under:

(1) The authority of district government shall comprise the operation, management and control of offices of the departments which are devolved to it; provided that District Government shall exercise such authority in accordance with general policy of Government.

(2) Every order in district government shall be expressed to be made in the name of the district government and shall be executed by a duly authorized officer.

(3) The District Government shall be responsible to the people and the Government for improvement of governance and delivery of services within the ambit of authority devolved to it.

### Detail of audit planned formations expenditure and receipts

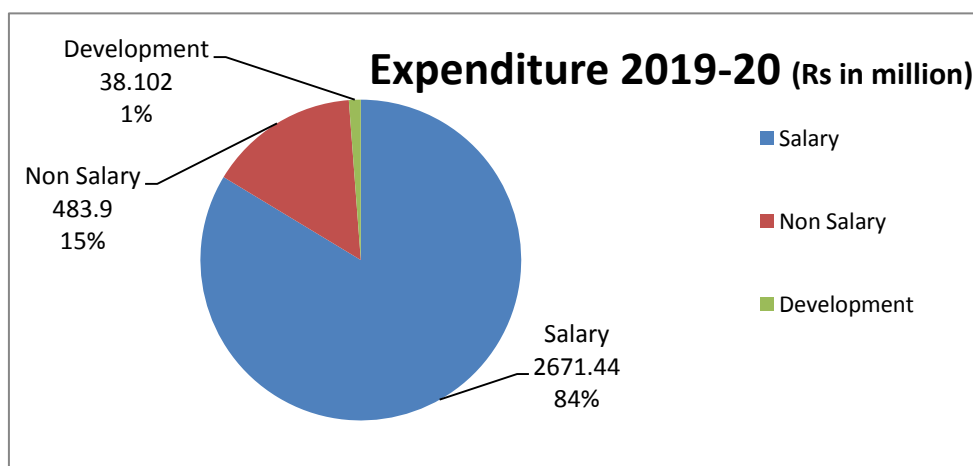
Sr No	Description	Total Nos	Audited	Expenditure audited FY 2020-21 (Rs in million)	Revenue /Receipts audited FY 2020-21 (Rs in million)
1	Formations	33	10	676.89	

### 2.2 Comments on Budget and Accounts (Variance Analysis):

(Rs in million)

District Government Tank				
2019-20	Budget	Actual Expenditure	Excess/(Saving)	%age
Salary	2642.28	2671.44	-29.16	-1.10
Non salary	484.65	483.9	(0.75)	0.15
Development	38.102	38.102	0	0
Total	3,165.03	3,193.44	-28.013	-0.90

The excess of Rs 28.013 million indicate inefficiency in the capacity of Local Government Departments to control expenditure.





### 2.3 Classified Summary of Audit Observations

Audit observations amounting to Rs94.646million were raised in this audit report. This amount also includes recoverable of Rs3.33 million as pointed out by the audit. Summary of the audit observations classified by nature is as under:

Sr. No.	Classification	Amount (Rs)
1	Irregularities	-
A	Procurement related irregularities	4.37
2	Value for money and service delivery issues	19.469
3	Others, including cases of accidents, negligence etc.	72.807
<b>Total</b>		<b>96.646</b>

### 2.4 Comments on the status of compliance with District Accounts Committee Directives

The audit reports pertaining to following years have been submitted to the Governor of Khyber Pakhtunkhwa. Detail of DAC meetings are given below:

Sr. No.	Audit Year	DAC meeting
1.	2002-03	Not Convened
2.	2003-04	Not Convened
3.	2005-06	Not Convened
4.	2006-07	Not Convened
5.	2007-08	Not Convened
6.	2008-09	Not Convened
7.	2009-10	Not Convened
8.	2010-11	Not Convened
9	2011-12	Not Convened
10	2012-13	Not convened
11	2013-14	Not Convened
12	2016-17	Not Convened
13	2017-18	Not Convened
14	2018-19	Not Convened
15	2019-20	Not Convened

## 2.5 AUDIT PARAS

### 2.5.1 Irregularities

#### Procurement related irregularities

#### 2.5.1.1 Irregular expenditure on account of Polio campaign-Rs.1.040 million

Rule 296 of treasury rules required that the controlling officer shall be responsible for seeing that the expenditure included in the bills, are of obvious necessity and are at fair and reasonable rates and the requisite vouchers are all received and in order.

Deputy Commissioner Tank paid Rs. 1,040,000 to various departments for Polio Campaign during 2019-20 as detailed below.

S #	Cheque No & date	Department	Amount (Rs)
1.	36801914 dt 07-11-2019	D H O Tank	500,000
2.	36801911 dt 07-11-2019	AD LG&RDD	270,000
3.	36801910 dt 07-11-2019	Tehsildar Tank	270,000
<b>Total</b>			<b>1,040,000</b>

It was observed that: -

- i. The detail of expenditure along with vouchers were not available in record as the amount was transferred to the departments for conducting polio campaign with the condition to submit the detail of expenditure incurred along with return vouchers /acknowledgment receipts etc.
- ii. The sanction of the competent authority for the incurrence of expenditure was not obtained by the department concern.

Audit observed that irregular expenditure incurred due to weak internal control.

When reported in July 2020, management stated that the funds were transferred to Assistant Director Local Government, District Health Officer and Tehsildar with the direction to submit the return vouchers but yet not submitted to the quarter concerned.

Request for convening the DAC meeting was made on 24.11.2020 which was not convened till finalization of this report.

Audit recommends inquiry and action against the person(s) at fault.

**(Para 11 of AIR 2019-20)**

#### **2.5.1.2 Loss due to non-deduction of sales tax -Rs.1.41 M**

According to Eleventh schedule of Sales Tax Act 1990 Federal and provincial government departments; autonomous bodies and public sector organizations 1/5th of Sales Tax as shown on invoice will be withheld.

According to Income Tax Ordinance-2001, Sales Tax @ 17% may be deducted.

District Health Officer, Tank purchased taxable goods from different suppliers but the sales taxRs 1,410,557 from bills not deducted during year 2019-20, as detailed attached.

Audit observed that non deduction of sales tax occurred due to weak financial control which resulted into loss to Govt.

When pointed out in July, 2020, the management replied that the deduction of sales tax would be made after consultation of record.

Request for convening the DAC meeting was made on 24.11.2020 which was not convened till finalization of this report.

Audit recommends recovery of sales taxRs 1,410,557 and to be deposited into Govt treasury.

**(Para 10 &14 of AIR 2019-20)**

## 2.5.2 Value for money and service delivery issues

### 2.5.2.1 Unauthorized expenditure on account of purchase of medicine-Rs.10.357 million

According to 2.3.2.8 of the APPM, the accounting system shall include controls to minimize the risk of fraud and corruption. This objective shall be addressed by issue of payment through direct bank transfer and cheques (to vendors).

District Health Officer, Tank incurred expenditure of Rs 10,357,607 on account of purchase of medicine and surgical equipments during 2019-20 (detail attached).

S #	Supplier	Cheque No	Date	Amount
1	GTZ Pharma	0921321	15-06-2020	1,104,000
2	Allmed Pvt Ltd	0921423	17-06-2020	800,099
3	Ipram International	0921318	15-06-2020	2,373,125
4	Asion continental FYNK Pharma	0921350	16-06-2020	1,120,450
5	MS Searle pharma MS Mactor Pharma	0919129	20-06-2020	4,589,377
6	Abbot Lab Ltd.	0921475	18-06-2020	370,556
<b>Total</b>				<b>10,357,607</b>

It was observed that amount was drawn from the Government treasury by submitting AC bills along with vouchers for the claims of suppliers but the pre-audit cheques were issued in the favor of District Health Officer (DDO) instead of supplier concern, moreover no detail of further payment to the supplier was produced. Bank statement of designated bank account of local office was not available to justify the payment.

Audit observed that unauthorized expenditure occurred due to weak internal control.

When reported in July 2020, the management stated that the orders were placed at the end of June 2020, and supply was not completed due to which funds were drawn to avoid lapse of budget. However payment will be made through cross cheque after completion of supply order.

Request for convening the DAC meeting was made on 24.11.2020 which was not convened till finalization of this report.

Audit recommends inquiry and action against person at fault.

**(Para 08 of AIR 2019-20)**

**2.5.2.2 Advance drawl of funds without actual supply of medicines-  
Rs.8.063 million**

According to Para-290 of CTR Vol-I, no money should be drawn in advance from Government Treasury unless required for immediate disbursement or to prevent the lapse of budget grant.

District Health officer, tank issued supply orders of Rs.8,063,426 to following Medical Coordination Committee (MCC) approved firms for supply of medicines during 2019-20 and drawn the funds from government treasury by submitting bills along with vouchers endorsing the certificates of receipt of supply of medicines without actual supply of medicines (detail in Annexure-3).

Audit observed that withdrawal of public money from Government treasury in advance without actual supply occurred due weak internal control which resulted into irregular drawl of funds.

When reported in July 2020, the management stated that the orders were placed at the end of June 2020, and supply was not completed due to which funds were drawn to avoid lapse of budget. However payment will be made through cross cheque after completion of supply order.

Request for convening the DAC meeting was made on 24.11.2020 which was not convened till finalization of this report.

As such drawl of funds from Government Treasury without actual supply was held irregular and reported to high-ups for appropriate action against the defaulter firms.

**(Para 07 of AIR 2019-20)**

## **CHAPTER-3**

### **Tehsil Municipal Administration**

#### **3.1 Introduction:**

District Tank has Two tehsils i.e. Tehsil Tank and Tehsil Jandola. The office of a Tehsil Municipal Administration is managed by the Tehsil Municipal Officer. He is assisted by a Tehsil Officer (Finance), a Tehsil Officer (Regulation) and a Tehsil Officer (Infrastructure).

**According to section 22 of Local Government Act, 2013 the functions and powers of TMAs are briefly given as under:**

- (a) Monitoring and supervising the performance of functionaries of Government offices located in the Tehsil,
- (b) Land management in the Tehsil, provision of municipal services, execution and management of development plans for improvement of municipal services and infrastructure.
- (c) Enforcing municipal laws, rules and bye-laws, Preventing and removing encroachments, regulate affixing of sign-boards and advertisements;
- (d) Financial management of the Tehsil such as, Preparation of budget and annual municipal development programmes, collection of revenue such as taxes, penalties, fines etc. manage municipal properties, assets and funds, and lease with the district government in all these matters.
- (e) Maintaining a comprehensive data base and information system on services in the Tehsil municipal record and archives and provide public access to it on nominal charges;
- (f) Organizing sports, cultural, recreational events, fairs, cattle fairs and cattle markets;
- (g) Co-ordinate and support municipal functions amongst village and neighborhood councils;
- (h) Regulate markets and services, issue licenses, permits, grant permissions and impose penalties for violation thereof;

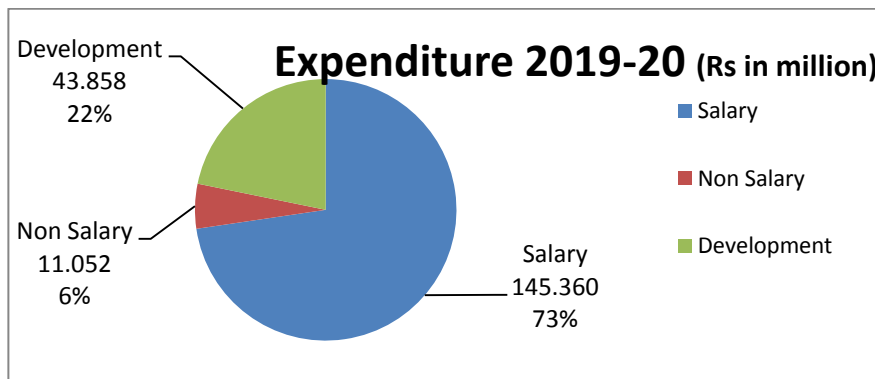
### Detail of audit planned formations expenditure and receipts

Sr No	Description	Total Nos	Audited	Expenditure audited FY 2020-21 (Rs in million)	Revenue /Receipts audited FY 2020-21 (Rs in million)
1	Formations	02	01	200.27	24.45

### 3.2 Comments on Budget and Accounts (Variance Analysis)

(Rs. in million)

TMA				
2018-19	Budget	Actual Expenditure/Receipts	Excess/(Saving)	%age
Salary	174.008	145.360	-28.648	16.46
Non salary	36.446	11.052	-25.394	69.67
Development	46.880	43.858	-3.022	6.44
<b>Total</b>	<b>257.334</b>	<b>200.27</b>	<b>-57.064</b>	
Receipt		24.45		



### 3.3 Classified Summary of Audit Observations:

Audit observations amounting to Rs 7.551million were raised in this audit report. This amount also includes recoverable of Rs 1.920 million as pointed out by the audit. Summary of the audit observations classified by nature is as under:

<b>Sr. No.</b>	<b>Classification</b>	<b>Amount (Rs)</b>
1	Irregularities	-
A	Procurement related irregularities	1.920
2	Value for money and service delivery issues	1.031
3	Others, including cases of accidents, negligence etc.	4.600
<b>Total</b>		<b>7.551</b>

### **3.4 Comments on the status of compliance with Tehsil Accounts Committee Directives:**

The audit reports pertaining to following years have been submitted to the Governor of Khyber Pakhtunkhwa. Detail of TAC meetings are given below:

<b>Sr. No.</b>	<b>Audit Year</b>	<b>TAC meeting</b>
1.	2002-03	Not convened
2.	2003-04	Not convened
3.	2005-06	Not convened
4.	2006-07	Not convened
5.	2007-08	Not convened
6.	2008-09	Not convened
7.	2009-10	Not convened
8.	2010-11	Not convened
9	2011-12	Not convened
10	2012-13	Not convened
11	2013-14	Not Convened
12	2016-17	Not Convened
13	2017-18	Not Convened
14	2018-19	Not Convened
15	2019-20	Not Convened



### **3.5 AUDIT PARAS**

#### **3.5.1 Irregularities**

##### **Procurement related irregularities**

#### **3.5.1.1 Non recovery of outstanding dues of contractual amount of General Bus Stand – Rs 1.920 million**

According to Rule 69 (1) of KP District Government Budget Rules 2016, The primary obligation of the Collecting Officers shall be to ensure that all revenue due is claimed, realized and credited immediately into the District Fund under the proper receipt head.

According to Section 153(1) (b) of the Income Tax Ordinance 2001, 10% income tax was liable on auctions with effect from 1<sup>st</sup> July 2015.

Tehsil Municipal Officer, TMA Tank, District Tank awarded the contract of General Bus Stand for the financial year 2019-20 for Rs 4,600,000 to a contractor IrfanUllah Khan. The contractor failed to deposit the principal amount plus income tax of Rs 690,000, which resulted in to loss of Rs. 1,920,000 as per the detail given below:

<b>S.No.</b>	<b>Description</b>	<b>Amount (Rs)</b>
01	Contract Price	4,600,000
02	Income tax 15% being non filer	690,000
03	Contractor obligation	<b>5,290,000</b>
04	Deposited	3,370,000
<b>Difference</b>		<b>1,920,000</b>

Audit observed that non recovery occurred due to violation of rules which resulted in loss to the Government and the Council.

When pointed out, management stated that notices have already been issued to contractor to deposit the outstanding dues otherwise recovery will be made under land revenue act.

Request for convening the DAC meeting was made on 24.11.2020 which was not convened till finalization of this report.

Audit recommends immediate recovery of income tax and other recoverable amount from the contractor.

**(Para No.07 AIR 2019-20)**

### 3.5.2 Value for money and service delivery issues

#### 3.5.2.1 Overpayment to contractor Rs1.031 million.

According to section 41 of LGA 2013 states that every official or servant of Local Government or member of Local Council and every person charge with administration of Local Government Shall be personally responsible for any loss or waste, financial or otherwise of any property belonging to Government.

TMO Tank paid an amount of Rs. 4,000,000 for construction of wing wall shah Alam and wing wall RodiKhel during 2019-20. An item of work Excavation was paid for unnecessary quantity of 2216.46 m<sup>3</sup> @ of 437.02 against the required quantity of 289.96 evident from PCC 1:4:8 quantity, resulted in overpayment of Rs 1,031,568 as per the following details.

Qty paid	required	Difference	Quantity	overpayment
2650.42	289.96	2360.46	437.02	1,031,568

In addition, rate of 437.02 was allowed instead of Rs 214.54 resulted in overpayment of Rs 294,786.

The irregularity occurred due to lack of financial control.

When pointed out in October 2020, management stated that detail reply will be submitted after consultation of record.

Request for convening the DAC meeting was made on 24.11.2020 which was not convened till finalization of this report.

Matter is reported for detail inquiry under intimation to audit.

**(Para no.12 AIR 2019-20)**

### **3.5.3 Others, including cases of accidents, negligence etc.**

#### **3.5.3.1 Irregular award of contract to defaulter in violation of terms and conditions of contracts - Rs 4.6 million**

According to term and condition No. 24 of the Model Terms and Conditions for the contracts of cattle fair, bus stand, 2% tax on transfer of immovable property and other taxes for the year 2019-20, defaulter firms, nominee, authority holders will not be allowed to participate in any auction proceedings. The default includes any outstanding amount of the provincial or federal Government.

According to term and condition No. 37 of the terms and conditions *ibid*, violation of the above instructions on the part of the TMO, head of the Local Councils/TORs, Tax Superintendent shall be considered as mis-conduct for which disciplinary action will be initiated against them under Local Council Servants (E&D) Rules 1980.

Tehsil Municipal Officer, TMA Tank awarded the contract of General Bus Stand for the financial year 2019-20 to M/S Irfan Ullah Khan for Rs.4,600,000 who was defaulter in the same contract for the year 2018-19 and as per rules referred to above he was not entitled to participate in the auction proceedings and even then he was given the contract in violation of relevant rules due to which he was again defaulter as evident from the defaulters list.

Audit observed that contract was awarded to a defaulter firm in violation of terms and conditions of the contract which resulted in irregular award.

When pointed out in October 2020, management stated that detail reply will be submitted after consultation of record.

Request for convening the DAC meeting was made on 24.11.2020 which was not convened till finalization of this report.

Audit recommends fixing responsibility of the person (s) responsible under intimation to audit.

**(Para no.05 AIR 2019-20)**

## CHAPTER-4

### AD LGE & RDD

#### 4.1 Introduction

Assistant Director Local Government, Election and Rural Development Department in District Tank have 21 VCs/NCs. Each VC/NC has a Secretary. Assistant Director Local Government Election & Rural Development Department is Drawing and Disbursing Officer (DDO) for his office and PAO for VCs/NCs of District Tank.

According to section 29 of the Khyber Pakhtunkhwa Local Government Act 2013 the authority and responsibilities of the District Government have been given as under:

#### **Functions and Powers of Assistant Director, LGE&RDD includes:**

- i. Providing secretarial support to the Council, matters relating to Local Government Commission
- ii. Coordination and supervision of village and neighbourhood councils
- iii. Matters related to local taxes, grants, budget of village and neighbourhood councils
- iv. Coordination of activities relating to local council elections, population census and surveys in the district
- v. Rural Development Works including water supply, rural access roads, embankment and drainage works
- vi. Overseeing registration of births, deaths and marriages in village and neighbourhood councils
- vii. Review, evaluation and assessment of local government system, processes and procedures in the district particularly at the village and neighbourhood level
- viii. Collection, compilation and dissemination of primary data Training and research in the areas of local governance

#### **Functions and Powers of the Village Council or Neighborhood Council includes:**

- i. Monitoring and supervision of the performance of functionaries of all government offices located in the area of the respective village council or neighbourhood council, including education, health, public health engineering, agriculture, livestock, police and revenue, and hold them accountable by making inquiries and reports to the Tehsil municipal

- administration, district government or, as the case may be, the Government for consideration and action;
- ii. Providing effective forum for out of court amicable settlement of disputes and, for this purpose, constitute panels of members as conciliators;
  - iii. Registration of births, deaths and marriages;
  - iv. Implementation and monitoring of village level development works;
  - v. Improving water supply sources, maintain water supply distribution system and take measures to prevent contamination of water;
  - vi. Maintenance of village level infrastructure, footpaths, tracks, streets, playgrounds, graveyards, funeral places, eid-gah, parks, public open spaces and community centres.
  - vii. Identifying development needs of the area for use by municipal administration and district government in prioritizing development plans;
  - viii. Making arrangements for sanitation, cleanliness, disposal of garbage and carcasses, drainage and sewerage system;
  - ix. Displaying land transactions in the area for public information;
  - x. Mobilizing community for maintaining public ways, public streets, culverts, bridges and public buildings, de-silting of canals and other development activities;
  - xi. Organizing cattle fairs and agriculture produce markets;
  - xii. Organizing sports teams, cultural and recreational activities;
  - xiii. Organizing watch and ward in the area;
  - xiv. Promoting plantation of trees, landscaping and beautification of public places;
  - xv. Regulating grazing areas, establish cattle ponds and provide protection against stray animals and animal trespass;
  - xvi. Considering and approving annual budget presented by the respective Nazim, village council or Neighbourhood Council;
  - xvii. Facilitating formation of voluntary organizations for assistance in functions assigned to it;
  - xviii. Facilitating the formation of co-operatives for improving economic returns and reduction of poverty;
  - xix. Electing an Accounts Committee and review its recommendations on the annual statement of accounts and audit reports; and
  - xx. Reporting cases of handicapped, destitute and of extreme poverty to Tehsil Government.

### Detail of audit planned formations expenditure and receipts

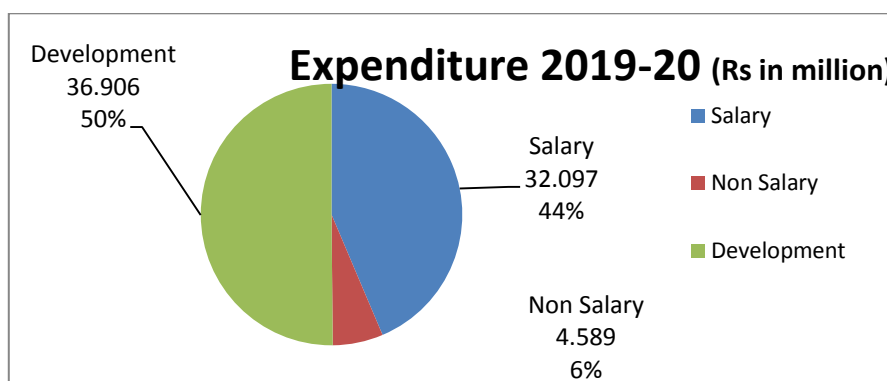
Sr No	Description	Total Nos	Audited	Expenditure audited FY 2019-20 (Rs in million)	Revenue /Receipts audited FY 2019-20 (Rs in million)
1	Formations	01	01	75.557	-

#### 4.2 Comments on Budget and Accounts (Variance Analysis)

(Rs. in million)

TMA				
2018-19	Budget	Actual Expenditure/Receipts	Excess/(Saving)	%age
Salary	57.873	32.097	-25.776	
Non salary	4.783	4.589	-0.194	
Development	36.937	36.906	-0.031	
<b>Total</b>	<b>99.593</b>	<b>75.557</b>	<b>-26.001</b>	

The savings of Rs 26.001 million indicates inefficiency of the AD LGE&RDD to utilize the amount allocated.



#### 4.3 Classified Summary of Audit Observations

Audit observations amounting to Rs 7.758 million were raised in this audit report. This amount also includes recoverable of Rs 1.357 million as pointed out by the audit. Summary of the audit observations classified by nature.

<b>Sr. No.</b>	<b>Classification</b>	<b>Amount (Rs)</b>
1	Irregularities	-
A	Procurement related irregularities	7.758
<b>Total</b>		<b>7.758</b>

#### **4.4 Comments on the status of compliance with Village/Neighborhood Accounts Committee Directives**

The audit reports pertaining to following years have been submitted to the Governor of Khyber Pakhtunkhwa. Detail of VACs/NACs meetings are given below:

<b>Sr. No.</b>	<b>Audit Year</b>	<b>VACs/NACs meeting</b>
1	2016-17	Not Convened
2	2017-18	Not Convened
3	2018-19	Not Convened
4	2019-20	Not Convened



## 4.5 AUDIT PARAS

### 4.5.1 Irregularities

#### Procurement related irregularities

#### 4.5.1.1 Irregular expenditure on account of installation of pressure/ submersible pumps-Rs 4.936 million

Rule 75(4) of Khyber Pakhtunkhwa District Government Budget rules provides that it shall be ensured that the funds allotted to spending units are expended in the public interest and upon objects for which the money was provided.

Assistant Director Local Government Tank incurred expenditure of Rs.4,936,714 for installation of hand/ pressure/ submersible pumps in District Tank out of Rural Works Programme during 2019-20 as detailed below

S. No	Scheme	Amount (Rs)
1.	Installation of 3 nos Pressure pumps depth 250 ward utar	727,039
2.	Installation of DWSS in KirarraiKaly Kari Umar Khan Wart Tatta	770,031
3.	Installation of 2 nos Pressure pumps R/P Hazrat Ali, Iqbal and 01 no in ward Waraspoon	448,490
4.	Installation of 18 nos Hand pumps in ward Utar	1,191,154
5.	WSS for RiazKhel Shan KhelKhanazai	800,000
6.	Installation of Pressure Pump at Fawad Khan Shan Khel TSD Tank	1,000,000
<b>TOTAL</b>		<b>4,936,714</b>

The expenditure seemed doubtful and wasteful on the following grounds;

- i. The amount was shown incurred on installation of submersible/pressure pumps in the home of various individuals, not for community of the area (public interest) which was highly unauthorized and against the Para 10 (iii) & (iv) of GFR.
- ii. Exact location of submersible/pressure pumps were neither mentioned in administrative approval nor in PC-1 as required by the Govt.
- iii. No measurement books were produced to verify the quantity of work executed at site.
- iv. The submersible/pressure pumps were installed in remote area and thus could not be verified due to non-mentioning of their exact location.

- v. The installation of submersible/pressure pumps were not acknowledged by the community.
- vi. Proper handing/taking to any Government Department for operation & maintenance was not made.

Audit observed that irregular expenditure occurred due to weak internal control which resulted wastage of public money.

When reported in October 2020, the management stated that the scheme was executed as per approved PC-I and BOQ and scheme was physically executed at site.

Request for convening the DAC meeting was made on 24.11.2020 which was not convened till finalization of this report.

On the basis of above grounds, expenditure on installation of submersible/pressure pumps seems doubtful which needs proper inquiry along with action against the person(s) responsible.

**(Para no.02 & 06 AIR 2019-20)**

#### **4.5.1.2 Irregular expenditure on accounts of repair of health units- Rs2.822 million**

Rule 75(4) of Khyber Pakhtunkhwa District Government Budget rules provides that it shall be ensured that the funds allotted to spending units are expended in the public interest and upon objects for which the money was provided.

Assistant Director, Local Government and Rural development department, Tank incurred expenditure of Rs 2,822,717 on account of execution of various developmental schemes during 2019-20 as detailed below.

<b>S.No</b>	<b>Scheme</b>	<b>Payment</b>
01	Repair of Quarters etc and install: of Pressure pumps in RHC Gomal Ward Tank.	547,855
02	Repair work in Church & BHU Gara Baloch & Install: of Pressue Pumps SaeedMalanaPirwana ward Shah Alam.	706,500
03	Construction of gattamoga Malik Ameer, Missing facility in BHU Pai& 8 Nos water tanks.	398,362
04	Missing facilities in CDs, BHUs and RHCs in District Tank	1,170,000
<b>Total</b>		<b>2,822,717</b>

It was observed that the expenditure was incurred on repair /rehabilitation of basic health facilities in district Tank and seems irregular on the following grounds: -

- i. No detailed cost estimates /PC-I was available in recorded to verify the actual quantity of work to be executed at site.
- ii. Handing taking of scheme with the health department was not made.
- iii. No NOC was obtained from the C&W building department as the same nature of repair work is also being executed by the department in the district.

Audit observed that irregular expenditure occurred due to weak internal control.

When reported in October 2020 the management replied that work is executed after fulfillment of all codal formalities required for a scheme.

Request for convening the DAC meeting was made on 24.11.2020 which was not convened till finalization of this report.

As the handing taking and detailed cost estimates was not available in record, hence audit recommends inquiry and action against the person(s) at fault.

**(Para no.03 AIR 2019-20)**

## ANNEXURES

### Annex-1

#### Detail of MFDAC Paras

S.No	AIR No.	Department	Subject	Amount (million)
1	05	<b>DC</b>	Doubtful expenditure on a/c food item	0.524
2	06		Doubtful expenditure on lunch of staff	0.962
3	07		Irregular expenditure	0.126
4	09		Unauthorized expenditure on printing	0.223
5	01	<b>DHO</b>	Loss due to less collection of receipt	0.786
6	03		Doubtful expenditure on polio complain	0.500
7	04		Loss due to non deduction of HRA	0.364
8	09		Unauthorized expenditure on pay & allowances	0.881
9	11		Loss due to non deduction of sales tax	0.367
10	02	<b>PHE</b>	Wasteful expenditure	0.509
11	09		Non recover of penalty	0.860
12	12		Unauthorized expenditure	0.304
13	08	<b>AD LG</b>	Loss due to non deduction of income tax	0.720
14	10		Irregular drawl of TA/DA	0.187
15	01	<b>Social welfare</b>	Irregular expenditure on a/c of Rent of building	0.645
16	02		Doubtful expenditure on a/c of TA/DA	0.153
17	04	<b>TMA Tank</b>	Non deposit of 3% RTA share	0.138

**Annexure-2****Para no. 2.5.1.2****Statement showing detail of Less/Non deposited Sales Tax on Supplies  
For the year 2019-20 (Para -10 AIR)**

<b>S.No</b>	<b>Date</b>	<b>Cheque No.</b>	<b>Description</b>	<b>Amount Rs</b>	<b>Sales tax deductible 1/5 of 17%</b>
1	10/1/2020	918224	Uniform and cost of other stores	685,662	23,313
2	10/1/2020	918222	Purchase of furniture and cost of other stores	448,897	15,262
3	10/1/2020	918221	Purchase of stationery and cost of other stores	1,233,218	41,929
4	10/1/2020	918218	Cost of other stores	699,966	23,799
5	10/1/2020	918228	Purchase of machinery and cost of other stores	1,307,096	44,441
6	17/1/2020	918264	Purchase of Koyla (1000 kg)	85,950	2,922
7	17/1/2020	918266	Purchase of Koyla (833 kg)	71,536	2,432
8	17/1/2020	918267	Purchase of Koyla (208 kg)	18,720	636
9	17/1/2020	918265	Purchase of Koyla (2911 kg)	250,200	8,507
10	10/1/2020	918226	Purchase of Machinery and furniture	1,378,356	46,864
11	10/1/2020	918224	Purchase of machinery and cost of other stores	685,662	23,313
12	10/1/2020	918220	Purchase of Uniform and cost of other stores	1,137,962	38,691
13	10/1/2020	918211	Purchase of Uniform and cost of other stores	224,984	7,649
14	10/1/2020	918219	Cost of other stores	205,053	6,972
15	10/1/2020	918201	Purchase of machinery and others	199,989	6,800
16	10/1/2020	918223	Purchase of Uniform and others	301,918	10,265
17	9/1/2020	918196	Cost of other stores	348,384	11,845
18	9/1/2020	918200	Purchase of vigo tires and battery	282,795	9,615
19	9/1/2020	918198	Cost of other stores	71,625	2,435
20	9/1/2020	918199	Others	64,176	2,182
21	9/1/2020	918180	Purchase of machinery and equipment	318,406	10,826
22	9/1/2020	918181	Purchase of machinery and equipment	320,402	10,894
23	9/1/2020	918197	Purchase of machinery and cost of other stores	472,102	16,051
24	9/1/2020	918182	Purchase of machinery and cost of other stores	345,347	11,742

25	13/11/2019	918876	Purchase of stationery	349,643	11,888
26	19/11/2019	918870	Purchase of stationery	132,225	4,496
27	19/11/2019	918869	Cost of other stores	491,336	16,705
28	19/11/2019	918867	Purchase of stationery	396,692	13,488
29	18/11/2019	918875	Purchase of stationery	94,473	3,212
30	19/11/2019	918871	Purchase of stationery	236,174	8,030
31	20/11/2019	918889	Purchase of stationery	160,448	5,455
32	20/11/2019	918886	Purchase of stationery	160,448	5,455
33	20/11/2019	918887	Purchase of stationery	89,769	3,052
34	20/11/2019	918888	Purchase of stationery	114,600	3,896
35	20/11/2019	918885	Purchase of stationery	94,412	3,210
36	20/11/2019	918882	Supply of OPD pads and charts etc.	170,100	5,783
37	20/11/2019	918881	Supply of OPD and other registers.	349,272	11,875
38	20/11/2019	918884	Supply of OPD pads.	238,673	8,115
39	20/11/2019	918883	Supply of OPD pads and charts etc.	165,375	5,623
40	21/11/2019	918903	Purchase of stationery	84,699	2,880
41	21/11/2019	918902	Purchase of machinery and cost of other stores	495,738	16,855
42	21/11/2019	918904	Purchase of stationery	94,472	3,212
43	25/11/2019	918924	Supply of Stationery	491,079	16,697
44	25/11/2019	918919	Purchase of Uniform and cost of other stores	222,840	7,577
45	21/11/2019	918902	Purchase of Machinery and furniture	495,738	16,855
46	16/06/2020	921331	Different supplies	487,308	16,568
47	16/06/2020	921329	Different supplies	463,490	15,759
48	16/06/2020	921327	Different supplies	253,921	8,633
49	16/06/2020	921328	Different supplies	607,141	20,643
50	6/5/2020	919953	Silk	95,422	3,244
51	16/06/2020	921383	Purchase of machinery and cost of other stores	860,638	29,262
52	16/06/2020	921390	Purchase of Koyla (1111 kg)	95,511	3,247
53	16/06/2020	921388	Purchase of Koyla (11kg) and stationery	297,189	10,104
54	15/06/2020	921312	Different supplies	2,026,309	68,895
55	16/06/2020	921325	Purchase of equipment uniforms	1,242,009	42,228
56	16/06/2020	921386	Purchase of stationery	152,808	5,195
57	16/06/2020	921391	Printing and publications	235,446	8,005
58	18/06/2020	921478	Different supplies	907,064	30,840
59	18/06/2020	921496	Cost of other stores	850,905	28,931
60	18/06/2020	921489	Purchase of Koyla (220kg) etc	18,000	612

61	9/6/2020	921223	Purchase of machinery and equipment	491,956	16,727
62	16/06/2020	921385	Purchase of balti and USB etc.	310,566	10,559
<b>Total</b>				<b>25,682,295</b>	<b>873,198</b>

**Statement showing detail of Non Deduction of Sales Tax on Services**

**For the year 2019-20 (Para-14 of AIR)**

**DHO Tank**

S.No	Date	Cheque No.	Description	Amount Rs	Rate %	Sales Tax on services
1	10/1/2020	918227	Repair of Machinery	261,600	10	26,160
2	10/1/2020	918227	Repair of Furniture	124,800	10	12,480
3	10/1/2020	918228	Repair of Machinery	188,000	10	18,800
4	14/1/2020	918240	Repair of Machinery and furniture	46,440	10	4,644
5	15/1/2020	918250	Repair of Machinery and furniture	362,340	10	36,234
6	10/1/2020	918227	Repair of Machinery and furniture	347,760	10	34,776
7	10/1/2020	918202	Repair of Machinery and furniture	132,300	10	13,230
8	10/1/2020	918203	Repair of furniture	224,190	10	22,419
9	9/1/2020	918178	Repair of Furniture	101,700	10	10,170
10	9/1/2020	918176	Repair of Machinery and furniture	146,160	10	14,616
11	9/1/2020	918179	Repair of Machinery and furniture	244,080	10	24,408
12	9/1/2020	918183	Repair of Machinery and furniture	420,030	10	42,003
13	9/1/2020	918171	Repair of Machinery and furniture	89,640	10	8,964
14	9/1/2020	91884	Repair of Machinery and furniture	147,960	10	14,796
15	15/06/2020	921319	Transportation charges for motor cycle	100,000	15	15,000
16	16/06/2020	921383	Repair of Machinery and furniture	201,200	10	20,120
17	15/06/2020	921312	Repair of Machinery and Equipment	88,400	10	8,840
18	16/06/2020	921325	Repair of Machinery and Equipment	235,400	10	23,540
19	18/06/2020	921478	Repair of Machinery and Equipment	118,400	10	11,840
20	18/06/2020	921489	Repair of Machinery and Equipment	49,095	10	4,910
<b>Total</b>				<b>3,629,495</b>	<b>-</b>	<b>367,950</b>

**Annexure-3****Para 2.5.2.2****Detail showing Advance drawl of funds without actual supply of medicines**

<b>S #</b>	<b>Firm</b>	<b>Medicine</b>	<b>Qty</b>	<b>Amount</b>
1	Books	Payodine scrub	1200	437,472
2		Tab Coram 5MG	20000	350,000
3	Glaxo smith kline	Cap Amoxil 500MG	101300	455,880
4		Tab. Pariton 4mg	30000	84,000
5	GSK Glaxo smith	Pariton 4mg	35000	86,693
6	NabiQasim Indus Pvt	ClaritroSyp 125mg	10000	1,100,000
7		Warior 250mg	20000	700,000
8		KeenlacSyp	600	82,800
9		Laporot	1200	52,800
10		Glandir E-2	200	57,000
11	Glaxo smith	Cap Amoxil 500mg	100	351,000
12	MKB- Pharmaceuticals	Zithrox- 15ML	1000	569,200
13		Poptidon-120ml	200	575,000
14	FYNK- Pharmaceuticals	Syp. Iron Hydro oxide	15000	370,000
15		Inj. Mecotrialinium 500MG	200	11,181
16	Sami Pharmaceutical	Azitma- 250mg	50000	600,000
17		Azitma- 500mg	20000	433,400
18		Rittmo- 250mg	50000	550,000
19		Rittmo- 250mg	4000	792,000
20		Sedil 10mg	15000	405,000
<b>TOTAL</b>				<b>8,063,426</b>